App. F. IX-4

Endg. No 1646-48

Previous References.

1941. (SM)

File No. 263-41

Serial Nos. 3-4

SRA 263-41 841-2

Later References.

SRA 321-41 (1-4)

SRA 280-42 (1-2)

Dep-No 12/43,

P

PRESERVED

GENERAL AND REVENUE SECRETARIAT.

SRA 324-43 (1-3)

GF Dep 242/48

Elect 166-49 (1,2,4.)

SRA 36-51-(1-2)

preserve

Serial Nos. 150

Part B for May 1942.

SUBJECT.

Re: the Recovery of bonus or the Govt Contribution to the Elect- dept- provident Fund from the Retired officers in the Electrical Dept-

To The Comptroller
The General Supt- Cauvery Power Scheme
The Auditor, Elect. Dept-

No 7E 6471-73 dt 27-4-42

Passed orders regarding the mode of calculation in order to effect recovery of the P Fund amount due from certain Officers of the Elect- Department

Due 19/5/42

Re: The recovery of the bonus or of the govt contribution to the Electrical Dept Provident Fund from the retired officers of the Electrical Dept

General and Revenue Secretariat

S & A File No. 263 of 1941., [App. F. III-2

Serial No.

From

The Comptroller

Letter No 491/Pen dated 14-3-42

Solicits order as to the mode of calculating the interest ~~due~~ on the amount of bonus or govt contribution to the Electrical Dept Provident Fund due from some of the retired officers of the Electrical Dept to whom the benefits of pension scheme have been extended.

The comptroller solicits orders on the following points:—

(1.) Desires to know the date up to which the accumulated pension has to be calculated to compare it with the G. D. P. F (Govt contribution) drawn by the pensioner

(2.) The mode of levying interest on the outstandings due from the pensioner.

2. Re (1)

For the purpose of determining the amount due from each individual officer, the Con

NOTE—Cont. Sheet.

WD/C4155—GPB—55,000—23-10-41

Serial No.

desire to know the meaning of the terms 'accumulated pension'. The amount due to Govt is to be calculated The above term has to be taken to mean, the pension due to the officer from the date of his retirement up to the date on which he drew the G. D P. F. and not up to the date on which the pension is sanctioned. Because, it is from the date on which he drew the G. D P F (including the Govt contribution) that the officer had the benefit of drawing a lumpsum in excess of what would have been due to him if there were a pension Scheme had been in existence ex ~~Scheme to be from the beginning~~ since instead of the Provident Fund Scheme.

3) If the officer is agreeable to repay the excess amount in a lumpsum, no interest on the same may be levied; even though the repay, the amount long after the date of his ~~withdrawal~~ withdrawal of the G. D. P. F. But such of the officers who

Serial No.

repay the amount in instalments have to pay interest on the excess portion till such time as the amount is completely recovered from them.

4) Re(2) The mode of calculating interest

Here 2 points arises for consideration

(1) whether interest has to be charged on the balance due on the date on which he drew the G.P.F. up to the date on which the above balance is adjusted

or (2) whether it should be charged on the reducing balance, monthly, up to the date on which the balance would get itself adjusted.

3) It may be pointed out that ~~in~~ in the case of House building and motor advance interest is ~~not~~ charged on the reducing balance monthly, till ~~such time~~ the end of the month in

NOTE—Cont. Sheet.

WD 04155—GPB—55,000—23-10-41

Re: The recovery of the loans on the G. D. P. F. from the officers of the Electrical Revenue Dept

GSA File No. 263 of 1941.

General and Revenue Secretariat

Serial No.

which the last instalment is paid. The same procedure may be adopted in the present case. The Comptroller had in his letter No 313/Pen dated 10-12-41 suggested the method of charging interest on the sums due from the officers of the Electrical Dept:-

b) If the above view is acceptable, the S. Rama Rao, whose instance has been quoted in the P.W.D, has to pay an interest of about Rs 92/- on the sum of Rs 1731/- (also from then) from 18-5-1937 i.e the date on which the advance the G. D P F.

Flag A.

The petition of Mr. S. Rama Rao is also put up (Flag A) 4/4

Subject for orders

hs
4/4

Serial No.

7) The question of adjustment of accumulate arrears of pension towards P.F. drawn by the parties arises in the case of those who retired from service ~~earlier than~~ bef the pension Scheme was sanctioned, as its benefit was allowed retrospectively to certain appts who had retired earlier. The instructions issued by Govt. in G.O. d. 23.1.1942 are :—

(i) If accumulated pension be equal to or more than the bonus or Govt. contribution to the P.F. paid to him, the balance of the amou be adjusted by payment of cash to the employee

(ii) where the accumulated pension is ~~more~~ than the Govt. contribution to the P.F., the balance of amount still due from the appeal with interest at 6% p.a. to be adjusted against pension due every month

8) In giving effect to the above decision, the Comptroller wants specific instructions as to the date to be ~~ask~~ adopted for purposes of calculating the arrears of pension ~~due~~ that is to be adjusted towar the P.F. Contribution drawn by the party. ~~The~~ Two alternatives are referred to in his letter :—

(a) Date on which he drew the E.D.P.F.

(b) Date on which pension is sanctione

NOTE—Cont. Sheet.

WD 04155—GPB—55,000—23-10-41

Serial No.

a) As the retired officers have enjoyed the benefit of the P.F. bonus drawn by them, it may not be equitable if for purpose of calculating accumulated pension the date of payment of E.D.P.F. is taken as the basis. In this case, interest may be charged once on the reducing balances monthly thereafter up to the date on which it is adjusted allowing interest to the pensioner on the pension earned but not paid, as in the case of G.P. advances. A

b) [It is however for consideration wherein any further concession need be shown – say by adopting the date of the G.O. sanctioning retrospective effect to the Scheme (viz. 15-8-41) or date of sanction of pension]

CPR 4/4/42.

By Ie
a) A is fair & may be adopted. Dewan
6.4.42

MM
12) 11/4/42

Please put up draft
CPR 11/4/42

7(3630

Serial No.

A draft g.a.o. is put up for orders

Ks
14/4

By
15/4

GPA
15/4

Dyse
HS)

JLJ
15/4/42

OFFICE FOR GENERAL REVENUE
13 APR. 1942
No 6188

TYPING SECTION
14 APR. 1942
GEN. REV. SECTT.

In personal capacity issue

Mr T+R)

AD
16.4.42
JLJ 16/4

Please put up a clean typed copy of the draft

KC 17.4

Cabinet Secretary

DC
17.4.42
JLJ
17/4

A typed draft is put up for orders

Ks
22/4

GPA
22/4

Dyse
Mr Rent & Tax)

JLJ
23/4

KC
24.4

6387

NOTE—Cont. Sheet.

WD 04155—GPB—55,000—23-10-41

24/4

File No. of 194 .

General and Revenue Secretariat

Serial No.

To

The Comptroller

The General Supply Canning Power Scheme

The Executive Electrical Dept

No 7(6477-730 27.4.62

Issues relevant to the mode of calculation in order to effect recovery of the P Fund amount due from certain officers of the Electrical Dept.

JB

BZ

13/5

3630
SJA 263-41-3 1873

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No 491/Pen. Bangalore, dated 6 March 1942

From

M. VIRARAJA URS, Esq., B.A., B.L.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
BANGALORE.

To

Rajasevaprasakta
A.N.Raghavachar, Esq., M.A.,
Financial Secretary to Government of Mysore,
Bangalore.

Sir,

1) In continuation of this office letter No.313/Pen. dated 10-12-1941 and adverting to G.O.No.Fl.4632-34/S&A.263-41-2 dated 23-1-1942 regarding the mode of repayment of the bonus or Government Contribution to the Electric Department Provident Fund and the rate of interest to be charged thereon, in the case of certain retired officers of the Electrical Department, I have the honour to state that the Government order is not clear on the point as to the date up to which the accumulated pension has to be calculated to compare it with the E.D.P.F.(Government contribution) drawn by the pensioner and to charge interest on the balance after adjusting the pension due to him. (a) If the term "accumulated pension" means the pension due to the officer from the date of retirement up to the date on which he drew the E.D.P.F. the interest recoverable from him will be fairly large. (b) If on the other hand the accumulated pension is calculated up to the date on which the pension is sanctioned, the chances of charging interest will be very rare as the then accumulated pension will generally be more than the E.D.P.F. drawn by the pensioners as they will be brought on the pension scheme several years after the date of retirement and drawing of the E.D.P.F.

2) 2. If it is the intention of Government that clause (a) above i.e., the date of drawal of the E.D.P.F. is to be taken for purposes of calculating the accumulated pension, a further point arises as to the method of charging interest i.e., whether interest has to be charged on the balance then due up to the date on which it is adjusted

or whether it should be charged on the reducing balance, monthly, up to the date on which the balance would get itself adjusted. The latter method will amount to paying interest to the pensioner (who has drawn the E.D.P.F) on the pension earned but not paid till sanction though this is not done in the case of other ordinary pensioners even though their pensions are sanctioned many years after their retirement.

(3) 3. The case of Mr.S.Rama Rao, retired Inspector of Transmission lines to whom pension was ordered to be paid in G.O.No.E.D.S.676-678 dated 12-9-1941 is a concrete instance in point. This officer who retired on 25-9-1936 drew the E.D.P.F. amount of Rs.2,432-3-2 on 18-5-1937 and he is entitled to a pension of Rs.87-8-0 p.m., up to 18-5-1937, the date of his drawing the E.D.P.F., the accumulated pension would be Rs.680-13-0, and the benefit of advance drawal on that day was - (Rs.2,432-Rs.681) or 1,751/- in round figures. The amount of pension earned from 18--5--1937 to 30-6-1941 (the date from which Anticipatory pension was first sanctioned) will be Rs.4,061/- or Rs.2,310/- more than what is due from him. If interest is to be charged on the balance due on 18-5-37, the same has tobe calculated on Rs.1,751/- from 18-5-1937 up to the date of adjustment. If it is to be calculated on the balance due on the date of sanction, no interest will be leviable since the amount due to him as accumulated pension is much more than Rs.1,751/- drawn by him in 1937.

4) The whole case hinges on the 1st or 2nd of the methods just mentioned in para 1. Whether the 2nd method should be applied and, even if the first one is applied, whether the interest has to be levied only up to the month in which the balance will be wiped out under the reducing balance system, are the points at issue on which orders are necessary. According to the latter the sum of Rs.1,751/- will get wiped off, in the present case, in 20 months from May 1937 at Rs.87-8-0 a month and the interest for that period on the reducing balances will work out to about Rs.92/- as against about Rs.500/- otherwise chareable As this officer pressed for the early settlement of his pension, he was granted a final pension of Rs.87-8-0 on 6-2-1942, reserving a sum of Rs.500/- towards interest due as above.

5) Early orders of Government are solicited in the matter.

G. R. S. App. F VI—G. 2]

SUBJECT..... 5 copies

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Diary No. of letter replied to .....

General and Revenue Secretariat

( )

the 19 .

Date of issue.....19

Signed by.....Hag J

May this be—

(i) printed?

(ii) treated as a standing order?

(iii) published in the Gazette, English Part?

(iv) translated?

v) placed at the disposal of the Press?

(vi) published in the Gazette, Kannada Part?

Section

File No.

Serial No.

Proceedings of the Government of His Highness the Maharaja of Mysore.

Read—

G O No F I 4632-34/5

A 263-41-2 dated 23-1-42 issuing certain instructions in regard to the mode of repayment of the bonus or Govt contribution to the Electrical Dept Provident Fund and the rate of interest to be levied thereon, in the case of certain retired officers of the Electrical Dept. admitted to pension benefits.

2) Letter No 491/Pen dated 14-3-42 from the Comptroller to Govt soliciting further instructions

Certain points, arising out of the Accountant General's Circular No 11 dated 4.6.32-34/SJA 263-11:2 dated 23-1:42, it was directed that, in the accumulated pension at the credit of the individual employee on the refixation of the pensionable emoluments, so much of the balance as is due from him together with interest at the rate of 6% per annum on the amount outstanding shall be adjusted against the pension due every month.

In giving effect to the above decision, the competent authority should, specific instructions as to the date up to which the accumulated pension has to be calculated to compare it with the Govt. contribution to P.F drawn by the pensioner,

eligible to pension be equal to or more than the bonus or Govt. contribution to the P.F paid to him the balance due from him together with interest at the rate of 6% per annum on the amount outstanding shall be adjusted against the pension due every month.

In giving effect to the above decision, the competent authority should, specific instructions as to the date up to which the accumulated pension has to be calculated to compare it with the Govt. contribution to P.F drawn by the pensioner,

List of Enclosures

Copied by

Examined by

WD 03696—GPB—30,000—2-2-40

G. R. S. App. F. G. 3.

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

and to charge interest on the balance after adjusting my pension due to him.

~~to be adopted for purpose~~ of calculating the arrears pension to be adjusted towards the Govt contrib to the Electrical Dept Provident Fund drawn ~~by the pensioner~~

Govt are pleased to direct that for the above purpose ~~of calculating~~ the accumulated pension the ~~date of ceasing to D~~ the date on which the Govt. Contrib to P.F. was drawn by the officer be taken as the basis, ~~In Secret~~ and that ~~thereafter~~ interest be levied only on the reducing balances, monthly, thereafter up to the date on which the amount is fully adjusted, ~~&~~ allowing interest to the pensioner on the pension earned but not paid, as ~~in the case of~~

~~in keeping interest on~~ the balance left over after adjustment of the accumulated arrears of pension up to the said date,

To

The Comptroller
The General Supplies, Canning Power
—Secretariat

AG
10/8/34
for

S&A 263-41-4

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGH THE MAHARAJA OF MYSORE.

Read:-

G.O. No. Fl. 4632-34/S. & A. 263-41-2 dated 23rd January 1942 issuing certain instructions in regard to the mode of repayment of the bonus or Government contribution to the Electrical Department Provident Fund and the rate of interest to be levied thereon in the case of certain retired officers of the Electrical Department admitted to pension benefits.

2. Letter No. 491/Pen. dated 14th March 1942 from the Comptroller to Government, soliciting further instructions on certain points.

Order No. ಆ ೬೬೭೧-73 S&A 263-41-4

Dated, Bangalore, 27th April 1942.

In G.O. No. Fl. 4632-34/S&A. 263-41-2 dated 23rd January 1942, it was directed that if the accummulated amount of pension at the credit of the individual employee of the regular establishment of the Electrical Department, eligible to pension be equal to or more than the bonus or Government contribution to the P.F. paid to him, the balance of the amount be adjusted by payment of cash to him, and that in cases where the amount of contribution paid by Government to the individual employee is more than the accummulated pension due to him, so much of the balance as is due from him together with interest at the rate of 6% per annum on the amount outstanding be adjusted against the pension due

every month.

In giving effect to the above decision, the Comptroller to Government solicits specific instructions as to the date up to which the accummulated pension has to be calculated to compare it with the Government contribution to P.F. drawn by the pensioner, and to charge interest on the balance after adjusting the pension due to him.

Government are pleased to direct that for the above purpose the date on which the Government contribution to Provident Fund was drawn by the officer be taken as the basis, and that in respect of the amount left over after adjustment of the accummulated arrears of pension up to the said date, interest be charged, monthly, on reducing balances (as each month's pension is adjusted) until the whole amount is fully recovered.

Secretary to Government,
Financial Department.

To

The Comptroller to Government of Mysore, Bangalore.
The General Superintendent, Cauvery Power Scheme.
The Auditor, Electrical Department.

Copy to the Electrical Secretariat.

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS

THE MAHARAJA OF MYSORE.

READ:-

Government Order No.Fl.4632-34/S&A.263-41-2 dated 23rd January 1942 issuing certain instructions in regard to the mode of repayment of the bonus of Government contribution to the Electrical Department Provident Fund and the rate of interest to be levied thereon in the case of certain retired officers of the Electrical Department admitted to pension benefits.

2. Letter No.491/Pen dated 14th March 1942 from the Comptroller to Government, soliciting further instructions on certain points.

ORDER NO: P' 6471-73/S&A 263-41-4

Dated, Bangalore, the 27th April 1942.

In Government Order No.Fl.4632-34/S&A,263-41-2 dated 23rd January 1942, it was directed that, if the accumulated amount of pension at the disposa credit of the individual employee of the regular establishment of the Electrical Department, eligible to pension be equal to or more than the bonus or Government contribution to the Provident Fund paid by to him, the balance of the amount be adjusted by payment of cash to him, and that in cases where the amount of contribution paid by Government to the individual employee is more than the accumulated pension due to him, so much of the balance as is due from him together with interest at the rate of 6% per annum on the amount outstanding be adjusted against the pension due every month.

In giving effect to the above decision, the Comptroller to Government solicits specific instructions as to the date up to which the accumulated pension has to be calculated to compare it with the Government contribution to Provident Fund drawn by the pensioner, and to charge interest on the balance after adjusting the pension due to him.

Government are pleased to direct that for the above purpose the date on which the Government contribution to Provident Fund was drawn by the officer be taken as the basis and that in respect of the amount left after adjustment of the accumulated arrears of pension up to the date, interest be charged, monthly, on reducing balances (as each month's

pension

pension is adjusted) until the whole amount is fully recovered.

for Financial Secretary to Government.

To

The Comptroller to Government.

" General Superintendent, Cauvery Power Scheme.

" Auditor, Electrical Department.

SR/b